GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2313
ANSWERED ON:23.08.2013
MEAGRE STAFF IN IT DEPARTMENT
Sugavanam Shri E.G.

Will the Minister of FINANCE be pleased to state:

(a) the revenue earned by the Government through direct and indirect taxes during each of the last three years;

(b) whether the revenue collection is lesser than the projections made during the above period;

(c) if so, the details thereof and the reasons therefor;

(d) whether due to expansion of tax base and to reduce the pressure on the meager staff available in the Income Tax department the Government has any proposal to create more posts in Income Tax department;

(e) if so, the details thereof; and

(f) the steps taken/proposed to be taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI J.D. SEELAM)

(a) to (c): The revenue earned by the Government through direct and indirect taxes and the shortfall thereof, (if any), against the projections made during the last three years are mentioned below.

Direct Taxes

(Rs. In crore)

Financial year	Budget Estimates(BE)	Revised Estimates(RE)	Actual collection
2010-11	430000	446000	446935
2011-12	532651	500651	493959
2012-13#	570257	565835	558965

Indirect Taxes

(Rs. In crore)

Financial year	Budget Estimates(BE)	Revised Estimates(RE)	Total collection
2010-11	315000	338978	345127
2011-12	397816	398696	392444
2012-13#	505044	469546	474946

Provisional

Projections for tax collections for a particular financial year is set during the budgetary exercise which is done before the beginning of the said financial year. It is estimated on the basis of the expected economic scenario, and the impact of changes in tax legislation, both in terms of revenue generation and in terms of revenue foregone which can be by way of proposed tax rates and laws pertaining to exemptions/deductions, etc. These targets are revisited at the time of preparing Revised Estimates based on the trends of collections. Shortfall shown above against projections made, was mainly due to overall economic slow down and low level of growth in Gross Domestic Product (GDP). Further reduction in Customs & Central Excise duty on Crude petroleum and refined products w.e.f. 25th June, 2011 also effected the collections in respect of indirect taxes.

(d) to (f): The Government has approved creation of additional posts at various levels in the Income Tax Department with effect from 23rd May, 2013 on account of Cadre Restructuring. Details of additional posts created are given in the Annexure.